

## General Assembly

Committee Bill No. 160

February Session, 2002

LCO No. 2492

Referred to Committee on Finance, Revenue and Bonding

Introduced by: (FIN)

## AN ACT CONCERNING PAYMENTS-IN-LIEU-OF-TAXES FOR NONPROFIT HOSPICES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 12-20a of the general statutes, as amended by section 60 of public act 01-6 of the June special session and section 113 of public act 01-9 of the June special session, is repealed and the following is substituted in lieu thereof (*Effective October 1, 2002, and applicable to assessment years commencing on or after October 1, 2002*):
- 6 (a) On or before January first, annually, the Secretary of the Office of 7 Policy and Management shall determine the amount due to each 8 municipality in the state, in accordance with this section, as a state 9 grant in lieu of taxes with respect to real property owned by any 10 private nonprofit institution of higher education or any nonprofit 11 general hospital facility or any nonprofit special hospital hospice 12 <u>facility</u> or free standing chronic disease hospital or an urgent care 13 facility that operates for at least twelve hours a day and that had been 14 the location of a nonprofit general hospital for at least a portion of 15 calendar year 1996 to receive payments in lieu of taxes for such 16 property, exclusive of any such facility operated by the federal

government or the state of Connecticut or any subdivision thereof. As used in this section "private nonprofit institution of higher education" means any such institution engaged primarily in education beyond the high school level, the property of which is exempt from property tax under any of the subdivisions of section 12-81, as amended; "nonprofit general hospital facility" means any such facility which is used primarily for the purpose of general medical care and treatment, exclusive of any hospital facility used primarily for the care and treatment of special types of disease or physical or mental conditions; "nonprofit special hospital hospice facility" means any such facility that is used primarily for the purpose of providing medical, palliative, psychological, spiritual and supportive care and treatment for the terminally ill and their families; and "free standing chronic disease hospital" means a facility which provides for the care and treatment of chronic diseases, excluding any such facility having an ownership affiliation with and operated in the same location as a chronic and convalescent nursing home.

- (b) The grant payable to any municipality under the provisions of this section in the state fiscal year commencing July 1, 1999, and in each fiscal year thereafter, shall be equal to seventy-seven per cent of the property taxes which, except for any exemption applicable to any such institution of higher education, [or] general hospital facility or hospice facility under the provisions of section 12-81, as amended, would have been paid with respect to such exempt real property on the assessment list in such municipality for the assessment date two years prior to the commencement of the state fiscal year in which such grant is payable. The amount of the grant payable to each municipality in any year in accordance with this section shall be reduced proportionately in the event that the total of such grants in such year exceeds the amount appropriated for the purposes of this section with respect to such year.
- (c) As used in this section and section 12-20b the word "municipality" means any town, consolidated town and city,

50 consolidated town and borough, borough, district, as defined in section 7-324, and any city not consolidated with a town.

This act shal	l take effect as follows:
Section 1	October 1, 2002, and applicable to assessment years commencing on or after October 1, 2002

## Statement of Purpose:

To include nonprofit hospices in the group of medical facilities for which the state pays grants in lieu of taxes.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

Co-Sponsors: SEN. ANISKOVICH, 12th Dist.; REP. WIDLITZ, 98th Dist.

REP. PANARONI, 102nd Dist.